

Senate File 257 - Introduced

SENATE FILE 257

BY PETERSEN

A BILL FOR

1 An Act exempting from the hotel and motel tax the sales price
2 of lodging furnished by nonprofit lodging providers renting
3 to the friends and family of hospital patients.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 423A.5, Code 2019, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 4. *a.* The sales price of lodging furnished
4 to the guests of a nonprofit lodging provider and the purpose
5 of renting is to provide a place for the friends and family of
6 a hospital patient during a time of medical need of the patient
7 and the length of stay is based upon the needs of the friends,
8 family, or patient.

9 *b.* For purposes of this subsection, "*nonprofit lodging*
10 *provider*" means a nonprofit entity which is exempt from federal
11 income taxation pursuant to section 501(c)(3) of the Internal
12 Revenue Code that maintains an established facility that
13 provides lodging to friends and family of a hospital patient
14 during a time of medical need of the patient.

15 EXPLANATION

16 The inclusion of this explanation does not constitute agreement with
17 the explanation's substance by the members of the general assembly.

18 This bill exempts from the hotel and motel tax the sales
19 price of lodging furnished by a nonprofit lodging provider
20 renting to the friends and family of a hospital patient.

21 The bill defines "nonprofit lodging provider" to mean a
22 nonprofit entity which is exempt from federal income taxation
23 pursuant to section 501(c)(3) of the Internal Revenue Code
24 that maintains an established facility that provides lodging
25 to friends and family of a hospital patient during a time of
26 medical need of the patient.